

Connected Clients Under CRR/ Borrower Units Under German Banking Act

ASPECT ADVISORY ACADEMY TECHNICAL SEMINAR



03rd November, 2023



09:00 – 17:00 CET



Virtual | On-site



Refer pricing structure

*Have a question? Send us a mail to:
aaa.aspectadvisory.eu*

OVERVIEW:

Legally independent clients have to be typically considered as one (super) client in the Large Exposure-, and Million Loan regime if there is a control unit (one legal entity controls via majority shareholding another legal entity) or risk unit (economic dependence). As a consequence, exposures to these units have to be aggregated into one exposure for Large Exposure and Million loan reporting. Furthermore, the credit worthiness assessment must be done on the connected client level, even if not every connected client is a client of the bank. Recently, the EBA has provided more guidance through the EBA RTS 2022/ 12 (Dec. 2022). After the seminar participants will be familiar with the conditions to set and or not to set up a unit of connected clients..

AGENDA OUTLINE:

1 Day Seminar – please refer following slide

WHO SHOULD ATTEND:

We believe that this seminar is most useful for participants from:

- Supervisors
- Regulatory Reporting / Affairs
- Risk management
- Risk controlling
- Internal audit
- Model Validation

SEMINAR FORMAT:

- This seminar will be conducted in English
- This session will be conducted via Microsoft Teams. On completion of your registration you will receive a link to the meeting

COURSE MATERAIL:

- Sessions are recorded and could be obtained on request at the end of the seminar
- Trainers presentation slide decks could be obtained on request at the end of the seminar
- Certificates will be awarded at the completion of the seminar

CERTIFICATE:

- Certificates will be emailed to the participants on completion of the seminar

1 DAY

Connected Clients Under CRR/ Borrower Units Under German Banking Act	
09:00	1. Motivation 2. COREP/ regulatory reporting: Large Exposures
10:30	
Morning coffee break	
10:45	3. Borrower units – control unit (§19(2) KWG) <ul style="list-style-type: none"> • Majority-owned firm • Formal minority-owned firms, but actual majority • Partnerships and liable partners • Group of spouses
12:15	
Lunch	
13:30	4. Risk units – control unit (§19(2) KWG) <ul style="list-style-type: none"> • Supplier dependence • Chain of dependency • Sales dependence • Funding dependence
15:00	
Afternoon coffee break	
15:15	5. Co-existence of control and economic dependency (2-way dependency)
17:00	4. Examples